

**Molalla Communications Company  
Financials**

**Balance Sheet 2010**

ASSETS	For Year Ending December 31, 2010
Cash and cash Equivalents	\$ 998,474
Telecommunications Accounts Receivable	375,528
Other Accounts Receivable	535,226
Inventory	332,975
Prepaid Expenses and Deposits	<u>301,514</u>
Total Current Assets	2,543,715
Non-current Assets	7,260,007
Property, Plant and Equipment	39,146,359
Accumulated Depreciation	(19,097,018)
Total Assets	<u><u>\$ 29,853,064</u></u>

LIABILITIES & EQUITY

Accounts Payable	\$ 1,094,091
Patronage Capital Payable	1,033,654
Current Maturities of Long-Term Debt	939,000
Advance Billing	295,608
Accrued Expenses	<u>122,619</u>
Total Current Liabilities	3,484,972
Long-term Debt	3,369,345
Deferred Income Taxes	3,495
Equity	22,995,251
Total Liabilities and Equity	<u><u>\$ 29,853,064</u></u>

**STATEMENT OF OPERATIONS SUMMARY**

	For Year Ending December 31, 2010
OPERATING REVENUES	
Local Network Services	\$ 4,454,290
Network Access Services	\$ 4,646,712
Billing and Collections	\$ 24,634
Miscellaneous	<u>\$ 369,898</u>
Total Operating Revenues	\$ 9,495,534
OPERATING EXPENSES	
Plant Specific Operations	\$ 1,780,721
Plant Non-Specific Operations	\$ 557,083
Depreciation and Amortization	\$ 2,368,989
Customer Operations	\$ 1,190,679
Corporate Operations	\$ 1,441,075
Property and Other Taxes	<u>\$ 889,196</u>
Total Operating Expenses	\$ 8,227,743
Operating Margin	<u>\$ 1,267,792</u>
Other Income	\$ (83,320)
Interest Expense	<u>\$ (283,567)</u>
Net Margins From Operations	<u><u>\$ 900,905</u></u>